

M/015/040

July 16, 2004

Paul,

Here are copies of the bonds that we hold on Miracle Rock. Our accounting section checked up on these CDs with the bank a few months ago and were told that Miracle Rock has been skimming some of the funds out of the CD accounts, so I don't know how much money is actually held by the CDs. The only thing certain is that we still hold \$7,500.00 cash that Dave Taylor gave to us as a bond on the surface mine which is located on lease #ML 42844-A.

John Blake

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DIV OF OIL GAS & MINING

July 23, 2004 DA

CORRECTION OF DIRECTORS MINUTES OF OCTOBER 6, 1986, REGARDING ML 42844
AND ML 42844-A-CLAY, BOND OF LESSEE

On the Minutes of October 6, 1986 the Director accepted a time certificate of deposit listed as no. 5 9157107 in the amount of \$2,000 from Zions First National Bank for operations conducted under mineral leases ML 42844 and ML 42844-A. It has been discovered that the minutes are in error and that the correct number on the certificate of deposit is 160285. The minutes of October 6, 1986 should be corrected accordingly to list the correct number for the certificate of deposit.

Upon recommendation of Mr. Blake the Directors corrected the minutes of October 6, 1986.

School Fund

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DIV OF OIL GAS & MINING

PAGE NO. THIRTY-FIVE
OCTOBER 6, 1986

BOND OF LESSEE ML 42844 AND ML 42844-A NCM (Shale) *JWM*

Miracle Rock Mining and Research, Lessee and/or operator of the above numbered mineral leases, has submitted a bond to cover operations on said leases. The bond is in the form of a Certificate of Deposit No. 5 9157107, in the amount of \$2,000 from Zions First National Bank.

The bond is in order, and upon recommendation of Mr. Mansfield, the Director accepted the above captioned bond.

CANCELLATION OF ML 1082, ML 17886, ML 20985 - METALLIFEROUS MINERALS
AND ML 33389 - NON-CLASSIFIED MINERALS (SHALE) *JWM*

The above numbered leases have come to the end of their terms or failed to meet diligence requirements. The leases should be terminated and the leased lands offered for lease of the respective mineral commodity through the Division's simultaneous filing procedures.

Metalliferous Minerals

ML 1082	<u>T10S, R3W, SLB&M.,</u> Sec. 36: Lots 11, 12, 13, 14	Juab 9.65 acres
ML 17886	<u>T36S, R14W, SLB&M.,</u> Sec. 36: Lots 1, 2, 3, 4, 5, 6, 7, 8, 14, E $\frac{1}{2}$ NE $\frac{1}{4}$, N $\frac{1}{2}$ SE $\frac{1}{4}$ SW $\frac{1}{4}$ SE $\frac{1}{4}$	Iron 415.89 acres
ML 20985	<u>T29S, R24E, SLB&M.,</u> Sec. 16: Lots 1, 2, 3, 4, 5, 6, 7, 8	San Juan 296.74 acres

Non-Classified Minerals (Shale)

ML 33389	<u>T23S, R6E, SLB&M.,</u> Sec. 2: S $\frac{1}{2}$ NW $\frac{1}{4}$, N $\frac{1}{2}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$	Emery 200.00 acres
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Upon recommendation of Mr. Mansfield, the Director approved the cancellation of the above captioned leases.

160285

TIME CERTIFICATE OF DEPOSIT

NON-NEGOTIABLE

ZIONS FIRST NATIONAL BANK

NOT TRANSFERABLE except on the books of the Depository Institution.

Issued at Freeway Office Salt Lake City Utah Date October 1, 1986

THIS CERTIFIES THAT there has been deposited in this Bank the amount of

Two Thousand Dollars***(\$ 2,000.00***)payable to Miracle Rock Mining and Research and Div. of Land and Forestry Social Security or Identification Number 528-68-8567Address Box 28 City Ferron State Utah Zip Code 84523Interest at the rate of 6. % per annum commencing from October 1, 1986, and payable October 1, 1987, to depositor, or if more than one, to either or any of said depositors or the survivor or survivors in current funds upon presentation and surrender of this certificate properly endorsed. Interest payable: ☒ quarterly ☐ maturity.

This certificate shall be automatically renewed for successive like maturity periods if the certificate is not presented and surrendered for payment within seven (7) days after the original or any renewed maturity date, or unless the Bank issues or mails notice to the contrary to depositor(s) or to either or any of said depositors at least ten (10) business days before any such maturity date, and any mailed notice shall be sent to the address above or then designated on Bank's records. The interest rate for each renewal period shall be the prevailing rate of the Bank on new Time Certificates of like duration on renewal date. Certificate transferable only upon books of the Bank. Subject to applicable present and future state and federal laws and regulations.

Certificate not redeemable prior to original or final renewed maturity, and deposit bears no interest after original or final renewed maturity.

Interest to be paid by: ☐ Compound ☒ Deposit Checking Account

51 - 3 1 7 0 2 - 2

☐ Remit by Mail☐ Deposit Savings Account

- - - - -

By

Charles A. Pearce

Authorized Signature

⑈0160285⑈ ⑆5005⑈9999⑈

mL 42844 + mL 42844 A

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DIV OF OIL GAS & MINING

PAGE NO. 26
AUGUST 31, 1994

ACCEPTANCE OF CERTIFICATES OF DEPOSIT IN-LIEU OF SURETY BOND
ML 26068--GEMSTONE/FOSSIL

Two Certificates of Deposit have been submitted in-lieu of surety bonds by the Lessees of ML 26068. Loy Crapo has submitted Certificate of Deposit No. 2050906, issued by First Security Bank in the amount of \$5,000. Robert L. Harris has submitted Certificate of Deposit No. 2050913, issued by First Security Bank in the amount of \$5,000. Both of the certificates appear in order and should be accepted as lease bonds for operations conducted under ML 26068 Gemstone/Fossil.

Upon recommendation of Mr. Blake, the Director accepted Certificates of Deposit No. 2050906 and No. 2050913 as described above.

ACCEPTANCE OF CASH BOND
ML 40059 AND ML 40450--METALLIFEROUS MINERALS

5-M Inc. has submitted American Cometco Inc. Check No. 1346, in the amount of \$5,000, to be deposited and held by the Trust Lands Administration as a cash bond for mining operations under State of Utah Metalliferous Minerals Leases ML 40059 and ML 40450.

Upon recommendation of Mr. Blake, the Director accepted Check No. 1346 as described above.

ACCEPTANCE OF BOND
ML 42844 AND ML 42844-A--CLAY

Miracle Rock Mining has submitted Certificate of Deposit No. 2038858 issued by First Security Bank, in the amount of \$3,000, to supplement the amount of bond being held for mining operations conducted under the above-numbered leases. The certificate appears in order and should be accepted in-lieu of a surety bond.

Upon recommendation of Mr. Blake, the Director accepted Certificate of Deposit No. 2038858 as described above.

First Security Bank of Utah, N.A.

Office: Castle Dale

Date: 8-11-94

Account Number: 201-155-2038858

Owner(s): Miracle Rock and School and Institutional Trust Lands Administration**

You have deposited \$ 3,000.00 into a First Security Bank Money Master Insured Time Deposit -
fixed rate
for a term of 12 months with a maturity date of 8-11-95 . The interest rate is 3.75 % with an
annual percentage yield of 3.803 %. The annual percentage yield was calculated, using the terms you requested, with the interest
compounded not applicable , paid quarterly , by depositing to 201-00023-31

Thank you for opening a Time Deposit Account with First Security Bank.

Opened by: *Mary Odendahl*

This is a receipt for funds you have placed on deposit with First Security Bank. It is not a certificate of deposit and need not be presented when you wish to withdraw funds from your account. Your account is subject to the terms stated above and to the following conditions. The terms "we", "our" and "us" mean First Security Bank.

SPECIFIC ACCOUNT CONDITIONS☐ **Money Master Insured Time Deposit Account - Fixed Rate**

- The interest rate and annual percentage yield on this account will remain fixed until maturity.
- The term of this account may range from two (2) months to five (5) years. The specific term you have chosen is disclosed above.
- This account will automatically renew at maturity for an additional like term. A new interest rate and annual percentage yield may be assigned when the deposit renews, which will remain fixed until the next maturity date. You will have ten (10) calendar days after maturity to withdraw funds without penalty.
- A deposit of at least \$500 is required to open this account.
- Additional deposits to this account are not permitted except at maturity.

☐ **Money Master Insured Time Deposit Account - Variable Rate**

- The interest rate and annual percentage yield on this account may change at any time at our discretion.
- The term of this account may range from two (2) months to five (5) years. The specific term you have chosen is disclosed above.
- This account will automatically renew at maturity for an additional like term. A new, variable interest rate and annual percentage yield may be assigned when the deposit renews. You will have ten (10) calendar days after maturity to withdraw funds without penalty.
- A deposit of at least \$500 is required to open this account.
- Additional deposits of at least \$100 may be made to this account at any time. Deposits by an automatic transfer from a First Security Bank checking or savings account may be made in any amount.

☐ **Special Day Time Deposit Account**

- The interest rate and annual percentage yield on this account will remain fixed until maturity.
- The term of this account may range from fourteen (14) days to five (5) years. The specific term you have chosen is disclosed above.
- This account will not automatically renew at maturity. If you do not renew the account, your deposit will be placed in a non-interest earning account. No interest will be paid after final maturity.
- A deposit of at least \$500 is required to open this account unless the maturity is between fourteen (14) and sixty-two (62) days, in which case a deposit of at least \$10,000 is required to open the account.
- Additional deposits to this account are not permitted.

TRUST LANDS
ADMINISTRATION
Approve JBFA
Deny _____

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JUL 19 2004

DIV OF OIL GAS & MINING

March 27, 2002
Mineral Action
Page M-1

ACCEPTANCE OF REPLACEMENT BOND FOR ML 42844-A CLAY (SCH)

Clay lease ML 42844-A is being assigned from Rockland Corporation to Miracle Rock Mining & Research. A Small Mine for humic shale materials is in operation upon the lands within ML 42844-A. The mining has been performed largely by Miracle Rock Mining & Research as a designated operator of Rockland Corporation. The Trust Lands Administration currently holds Surety Bond #ABC0010047 with Rockland Corporation as Principal and Redland Insurance Company, 222 South 15th Street, 6th Floor, Omaha, NE 68103, as Surety in the amount of \$7,500.00 covering operations under ML 42844-A Clay.

David J. Taylor, P.O. Box 28, Ferron, UT 84523, is an officer of Miracle Rock Mining & Research. He has submitted his personal check #1829 in the amount of \$7,500.00 as a replacement bond for Surety Bond #ABC0010047. The check was given to the Trust Lands Administration Accounting Group and deposited in the suspense account of the Agency.

Mr. Blake recommends that the Director accept check #1829 from David J. Taylor as a replacement bond for Surety Bond #ABC0010047 and that the Surety Bond be released.

TRUST LANDS
ADMINISTRATION
Approve JBFA
Deny _____

ACCEPTANCE OF CASH BOND FOR ML 45409-BSLS (SCH)

Jon R. Young, Lessee, 2402 Broadview Ct., Sandy, UT 84092, has submitted Zions Bank cashier check #61-437736893 in the amount of \$5,000.00 for mineral lease operations under ML 45409-BSLS. The check was given to the Trust Lands Administration Accounting Group for deposit in the suspense account of the Agency.

Mr. Blake recommends that the Director accept the \$5,000.00 cash bond submitted by Mr. Young.

1829

31-297-2739
1240
2011003825

DATE 3/20/02

DAVID J. TAYLOR
PH. 435-286-2315
P.O. BOX 28
FERRON, UT 84523



State of Utah Trust Lands \$ 7500.00
PAY TO THE ORDER OF Twenty Five Thousand & No/100 DOLLARS

Wells Fargo Bank Northwest, N.A.
121 East Main
Castle Dale, UT 84513
www.wellsfargo.com



MEMO Reclassification Bond

[Signature]

MP

© DELUXE WALLET OR DUPLICATE © STEIN AND GENTILE

have to
accounting

JB
3/22/02

check cleared
3/22/02